Plantwide Applicability Limits Continued

NSR Retooling Team October 29, 2003

Wisconsin Department of Natural Resources

Ideas suggested on October 15

- ✓ Set baseline in nonattainment areas at a year certain (2000 or 2003 as examples)
- ✓ Have two distinct PAL approaches, attainment and nonattainment areas
- ✓ Provide certainty into reasons to reopen a PAL
- ✓ Opt-out clauses
- ✓ Compliance demonstration and monitoring too onerous

Establishing a PAL

- Attainment Area PALs
- Use Federal PAL with DNR's baseline actual emission rate definition plus significant threshold in attainment areas excluding clean units
- Maintain NSR avoidance caps
- PAL term is 10 years
- PAL termination PAL is allocated to emissions units, <u>unless unit has clean unit status</u>

Nonattainment Area PAL

- ✓ Use Federal PAL with DNR's baseline actual emission rate definition plus significant threshold and decline to BACT levels for significant units in nonattainment areas by end of PAL term PAL level excludes Clean Units
- ✓ Maintain NSR avoidance caps
- ✓ PAL term is 10 years
- ✓ PAL termination PAL is allocated to emissions units, <u>unless unit has clean unit status</u>

Clean Unit Opt Out

- ✓ Units gaining Clean Unit status on date PAL established excluded from PAL
 - Must be designated clean on PAL date
- ✓ Emissions Unit in PAL can be removed from PAL by gaining Clean Unit status
- ✓ Allows Emission Unit to increase utilization to levels approved in CU determination

Clean Unit Opt Out Example

- ✓ Plant with 5 emissions units (PM_{10})
 - P10 (10 tons in baseline)
 - P20 and P30 (20 tons in baseline each)
 - P40 (40 tons in baseline)
 - P50 has BACT permit (20 tons in baseline)
- ✓ PAL level equals
 - -10 + 20 + 20 + 40 + 15 (sign threshold) = 105 and covers P10 P40

Clean Unit Opt Out Example (con'd)

- ✓ Facility determines need for growth on P40
 - Apply for CU designation for P40
 - P40 needs to day's BACT/LAER to gain status
 - Status would run to end of PAL term
- ✓ PAL Adjusted
 - 10 + 20 + 20 + 15 = 65 and now covers P10 P30. P40 and P50 can recapture lost capacity/utilization levels approved under CU

PAL Monitoring Requirements

- ✓ PAL permit must contain enforceable requirements to determine PAL emissions
- ✓ Source may use any of the following:
 - Mass balance
 - Continuous emission monitoring systems (CEMS)
 - Continuous Parameter Monitoring Systems (CPMS) or Predictive Emissions Monitoring Systems (PEMS)
 - Emission Factors (validated under NR 439 testing frequency)
- ✓ If no monitoring data exists for a period, potential emissions must be used

Reopening a PAL

- ✓ Reviewing Authority shall reopen the PAL permit to:
 - Correct typographical or calculation errors made in settling the PAL.
 - Reduce the PAL to create emissions reductions for offset purposes.
 - Revise the PAL to reflect an increase in the PAL.
- Reviewing Authority may reopen the PAL permit to:
 - Reduce the PAL to reflect newly applicable Federal requirements with compliance dates after the PAL effective date
 - Reduce the PAL consistent with any other requirement that the State may impose under its SIP
 - Reduce the PAL if it determines that a reduction is necessary to avoid causing or contributing to a NAAQS or PSD increment violation.